

THE  
QUARTERLY  
JOURNAL OF  
ECONOMICS

FOUNDED 1886

*Editor*  
EDWARD H. CHAMBERLIN

---

VOLUME LXXI

---

PUBLISHED BY HARVARD UNIVERSITY  
CAMBRIDGE, MASSACHUSETTS

1957

HB  
I  
Q1  
vol. 71

PRINTED IN UNITED STATES OF AMERICA

THE MURRAY PRINTING COMPANY  
FORGE VILLAGE, MASSACHUSETTS

## CONTENTS FOR VOLUME LXXI

WRITERS	PAGE
AKERMAN, GUSTAV. The Cobweb Theorem: A Reconsideration . . . . .	151
BATOR, FRANCIS M. On Capital Productivity, Input Allocation and Growth . . . . .	86
BORCH, KARL. Prices, Wages and Industrial Productivity in Australia and New Zealand: Comment . . . . .	*476
BROWN, WILLIAM H. Innovation in the Machine Tool Industry . . . . .	406
CULBERTSON, JOHN M. The Term Structure of Interest Rates . . . . .	485
ECKSTEIN, OTTO. Investment Criteria for Economic Development and the Theory of Intertemporal Welfare Economics . . . . .	56
ENKE, STEPHEN. Speculations on Population Growth and Economic Development . . . . .	19
FISHER, FRANKLIN M. AND KENEN, PETER B. Income Distribution, Value Judgments, and Welfare: A Correction. Errata . . . . .	*322
GALENSEN, WALTER AND LEIBENSTEIN, HARVEY. Reply to Mr. Moes and Mr. Villard . . . . .	*471
GRANICK, DAVID. Economic Development and Productivity Analysis: The Case of Soviet Metalworking . . . . .	205
HIGONNET, RENÉ P. Bank Deposits in the United Kingdom, 1870-1914 . . . . .	329
HINES, HOWARD H. Effectiveness of "Entry" by Already Established Firms . . . . .	132
HOLZMAN, FRANKLYN D. The Soviet Ural-Kuznetsk Combine: A Study in Investment Criteria and Industrialization Policies . . . . .	368
KENEN, PETER B. AND FISHER, FRANKLIN M. Income Distribution, Value Judgments and Welfare: A Correction. Errata . . . . .	*322
KENEN, PETER B. On the Geometry of Welfare Economics . . . . .	426
LAMPMAN, ROBERT J. Recent Thought on Egalitarianism . . . . .	234
LEIBENSTEIN, HARVEY AND GALENSEN, WALTER. Reply to Mr. Moes and Mr. Villard . . . . .	*471
LERDAU, E. AND ROWE, J. Prices, Wages and Industrial Productivity in Australia and New Zealand: Reply . . . . .	*477
LICHENSTEIN, WALTER. Banking Service Charges . . . . .	317
LIEBHAFSKY, H. H. The International Materials Conference in Retrospect . . . . .	267
MARGOLIS, JULIUS. Welfare Criteria, Pricing and Decentralization of a Public Service . . . . .	448
MASON, WILL E. Ricardo's Transfer-Mechanism Theory . . . . .	107
MINSKY, HYMAN P. Central Banking and Money Market Changes . . . . .	171
MOES, JOHN. Investment Criteria, Productivity and Economic Development: Comment . . . . .	*161
NICHOLLS, WILLIAM H. Human Resources and Industrial Development in the Upper East Tennessee Valley, 1900-1950 . . . . .	289

WRITERS	PAGE
NURKSE, RAGNAR. Reflections on India's Development Plan . . . . .	188
OZGA, S. A. Tariffs and the Balance of Payments . . . . .	630
PHELPS BROWN, E. H. The Meaning of the Fitted Cobb-Douglas Function	546
ROWE, J. AND LERDAU, E. Prices, Wages and Industrial Productivity in Australia and New Zealand: Reply . . . . .	477
SCHUMANN, JOCHEN AND TODT, HORST. Classical Theory, Graham's Theory, and Linear Programming in International Trade: Comment . . . . .	464
SEN, AMARTYA KUMAR. Some Notes on the Choice of Capital-Intensity in Development Planning . . . . .	560
SHOUL, BERNICE. Karl Marx and Say's Law . . . . .	611
SMITH, WARREN L. Monetary-Fiscal Policy and Economic Growth . . . . .	36
STEINER, PETER O. Peak Loads and Efficient Pricing . . . . .	585
STOLPER, WOLFGANG F. The Labor Force and Industrial Development in Soviet Germany . . . . .	518
TAYLOR, O. H. Economic Science Only — Or Political Economy? . . . . .	1
TODT, HORST AND SCHUMANN, JOCHEN. Classical Theory, Graham's Theory, and Linear Programming in International Trade: Comment . . . . .	464
VILLARD, HENRY H. Investment Criteria, Productivity, and Economic Development: Comment . . . . .	470
WELLISZ, STANISLAW H. The Coexistence of Large and Small Firms: A Study of the Italian Mechanical Industries . . . . .	116

#### SUBJECTS

Bank Deposits in the United Kingdom, 1870–1914. By Rene P. Higonet . . . . .	329
Banking Service Charges. By Walter Lichtenstein . . . . .	317
Central Banking and Money Market Changes. By Hyman P. Minsky . . . . .	171
Classical Theory, Graham's Theory, and Linear Programming in International Trade: Comment. By Jochen Schumann and Horst Todt . . . . .	464
The Cobweb Theorem: A Reconsideration. By Gustav Akerman . . . . .	151
The Coexistence of Large and Small Firms: A Study of the Italian Mechanical Industries. By Stanislaw H. Wellisz . . . . .	116
Economic Development and Productivity Analysis: The Case of Soviet Metalworking. By David Granick . . . . .	205
Economic Science Only — Or Political Economy? By O. H. Taylor . . . . .	1
Effectiveness of "Entry" by Already Established Firms. By Howard H. Hines . . . . .	132
Human Resources and Industrial Development in the Upper East Tennessee Valley, 1900–1950. By William H. Nicholls . . . . .	289
Income Distribution, Value Judgments, and Welfare: A Correction. Errata. By Peter B. Kenen and Franklin M. Fisher . . . . .	322
Innovation in the Machine Tool Industry. By William H. Brown . . . . .	406
The International Materials Conference in Retrospect. By H. H. Liebhafsky	267
Investment Criteria for Economic Development and the Theory of Inter-temporal Welfare Economics. By Otto Eckstein . . . . .	56

SUBJECTS	PAGE
Investment Criteria, Productivity and Economic Development: Comment. By John Moes . . . . .	161
Investment Criteria, Productivity and Economic Development: Comment. By Henry H. Villard . . . . .	470
Karl Marx and Say's Law. By Bernice Shoul . . . . .	611
The Labor Force and Industrial Development in Soviet Germany. By Wolfgang F. Stolper . . . . .	518
The Meaning of the Fitted Cobb-Douglas Function. By E. H. Phelps Brown . . . . .	546
Monetary-Fiscal Policy and Economic Growth. By Warren L. Smith . . . . .	36
On Capital Productivity, Input Allocation and Growth. By Francis M. Bator . . . . .	86
On the Geometry of Welfare Economics. By Peter B. Kenen . . . . .	426
Peak Loads and Efficient Pricing. By Peter O. Steiner . . . . .	585
Prices, Wages and Industrial Productivity in Australia and New Zealand: Comment. By Karl Borch . . . . .	476
Prices, Wages and Industrial Productivity in Australia and New Zealand: Reply. By J. Rowe and E. Lerdau . . . . .	477
Recent Thought on Egalitarianism. By Robert J. Lampman . . . . .	234
Reflections on India's Development Plan. By Ragnar Nurke . . . . .	188
Reply to Mr. Moes and Mr. Villard. By Walter Galenson and Harvey Leibenstein . . . . .	471
Ricardo's Transfer-Mechanism Theory. By Will E. Mason . . . . .	107
Some Notes on the Choice of Capital-Intensity in Development Planning. By Amartya Kumar Sen . . . . .	560
The Soviet Ural-Kuznetsk Combine: A Study in Investment Criteria and Industrialization Policies. By Franklyn D. Holsman . . . . .	368
Speculations on Population Growth and Economic Development. By Stephen Enke . . . . .	19
Tariffs and the Balance of Payments. By S. A. Osga . . . . .	630
The Term Structure of Interest Rates. By John M. Culbertson . . . . .	485
Welfare Criteria, Pricing and Decentralization of a Public Service. By Julius Margolis . . . . .	448